


COUNTY OF YORK

MEMORANDUM

DATE: September 7, 2005 (BOS Mtg. 9/20/05)

TO: York County Board of Supervisors

FROM: James O. McReynolds, County Administrator 

SUBJECT: A request to concur with the issuance of Revenue Bonds for the benefit of the Peninsula Metropolitan YMCA

The Peninsula Metropolitan YMCA is seeking assistance to secure an aggregate principal amount of \$20,000,000 through bank-qualified, tax-exempt bonds to construct and equip a new recreational facility on Mooretown Road known as the Greater Williamsburg Family YMCA, the renovation and equipping of a 12,000 square foot addition to the existing Victory Family YMCA in Yorktown, the renovation of the interior and exterior of the recreational facility known as the Hampton Family YMCA and the renovation, expansion and equipping of a recreational facility known as the Richmond County YMCA and the cost of issuing the bonds. All of the approve-described recreational facilities will be owned by the Peninsula Metropolitan YMCA.

The Peninsula Metropolitan YMCA is requesting the Board's approval to utilize the Poquoson and Richmond County Industrial Development Authorities for these revenue bonds because they are "small issuers" under Federal Tax Law for calendar year 2005, and as such, can issue bank-qualified, tax-exempt bonds to finance the York County facilities. The York County Economic Development Authority is not a small issuer in 2005 because we have already issued bonds totaling \$10,000,000 for the Riverwalk Landing project. Therefore, we cannot issue bank-qualified, tax-exempt bonds for these projects. Bank-qualified, tax-exempt bonds bear interest at a substantially lower rate than non bank-qualified, tax-exempt bonds. Therefore, it is in the Peninsula Metropolitan YMCA's best interest to utilize Poquoson and Richmond County rather than York County. The County was able to make similar arrangements for the hospital in 2004 and the Victory YMCA in 2001.

It is the Board's policy that the Economic Development Authority hold the required public hearing for the issuance of revenue bonds. The Economic Development Authority held a public hearing for this bond on August 29, 2005 and passed a resolution concurring with the City of Poquoson and Richmond County Industrial Development Authorities issuing the bonds. Attached with this memorandum is a Certificate of Resolution, which summarizes the action taken by the Authority. It is now necessary for the Board of Supervisors to adopt a resolution concurring with the issuance of these bonds by the City of Poquoson and Richmond County Industrial Development Authorities.

Your approval of this resolution will assist the Peninsula Metropolitan YMCA in expanding the Victory Family YMCA and building the Greater Williamsburg Family YMCA in

the Lightfoot area of York County. As your approval of this resolution will save the Peninsula Metropolitan YMCA significant finance expenses and help with the expansion of our existing York County YMCA and add a new recreational facility in the upper County, I recommend your approval of the attached resolution R05-164.

Noel/3318

Attachments